

10 Feb 2010

IN THE MATTER OF THE COMPANIES' CREDITORS ARRANGEMENT ACT, R.S.C. 1985, C. C-36, AS AMENDED

Court File No: 09-CL-8456-00CL

AND IN THE MATTER OF JAMES ROBERT TUCKER, RICHARD HEIS AND ALLAN WATSON GRAHAM OF KPMG AS JOINT ADMINISTRATORS

AND IN THE MATTER OF AERO INVENTORY (UK) LIMITED AND AERO INVENTORY PLC

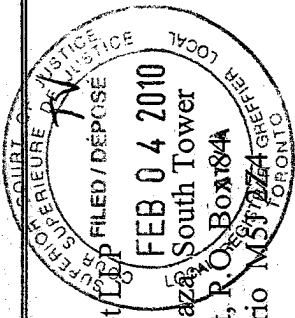
O. Pasparakis for UK - Administrator. Feb 10, 2010.
K.P. Knight for the Creditors.
J. D'Amico for A.I.C.S.

In the circumstances of this case, the requested relief is granted, in my view, a practical proposal to deal with ongoing issues without the need for a liquidation is granted. The added expense of having K.P. Knight handle the work of the joint administrator is granted. It is also noted that K.P. Knight is a former Deputy Officer and through this role will ensure that required financials will come to the attention of the

ONTARIO
SUPERIOR COURT OF JUSTICE -
COMMERCIAL LIST

Proceeding commenced at Toronto

MOTION RECORD
(Motion returnable February 10, 2010)



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Lawyers for the Applicants

affected parties.

The Trustee will be required here to
the Canada on the insurance issue identified
in the submission of the Canada. In
addition KAT76 Inc has undertaken
to provide periodic reports to the
Court on this Estate. It is requested
that the Trustee will report on
issues on a quarterly basis with more
frequent reports, if the Trustee is of the
view, that additional reports is required.
It is noted that with the exception of the
insurance issue and the reporting obligations
of KAT76 Inc., counsel to the Canada
takes no position on the matter.

[Signature]